

STATE OF UTAH



MICHAEL O. LEAVITT
Governor

CENTERS OF EXCELLENCE

JOSEPH A. JENKINS
Executive Director
Department of
Community and
Economic
Development

RICHARD J. MAYFIELD
Director
Division of Business
& Economic Development

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RODERICK J. LINTON
Director
Office of
Technology Development

Report to the Utah State Legislature

1 November 1994

324 South State
Suite 500
Salt Lake City, UT 84111
Tel (801) 538-8770
Fax (801) 538-8773

UTAH CENTERS OF EXCELLENCE PROGRAM

Advisory Council

Michael Alder
Sorenson Development
Salt Lake City, Utah

Brent Anderson, Partner
Preferred Payment Systems
Salt Lake City, Utah

Larry H. Brim, Ph.D.
Logan, Utah

Ben V. Cox, Ph.D.
Salt Lake City, Utah

Ping Fong, Jr.
Salt Lake City, Utah

Jerrold L. Foote
Merit Medical Systems, Inc.
South Jordan, Utah

Robert Grow
Geneva Steel
Orem, Utah

Thomas A. Henrie, Ph.D.
Consultant
Orem, Utah

E. Cordell Lundahl, President/CEO
Ezra C. Lundahl Inc.
Logan, Utah

Oren B. Phillips, Vice President
Thiokol Corporation
Ogden, Utah

John H. Rich, Vice President
Intermountain Health Care
Salt Lake City, Utah

Gerald W. Sharp, Ph.D.
TRW
Ogden, Utah

John M. Simonsen, Ph.D.
Consultant
Provo, Utah

James Lee Sorenson, President
Deseret Research, UBTI, DataChem (CEO)
Salt Lake City, Utah

UTAH CENTERS OF EXCELLENCE PROGRAM

Report to the Legislature

1994

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SUMMARY INFORMATION

UTAH CENTERS OF EXCELLENCE PROGRAM

Background

1994 Highlights

The Utah Centers of Excellence program was initiated in 1986 with the intent of encouraging the transfer of university based research and technology projects into the commercial sector. The economic impact of these technology transfers is measured in new companies created, companies assisted, jobs created (both in the centers and in the commercial sector), and license agreements signed. In addition, the proprietary value of technologies created is indicated by patents pending and issued. On-going funding of the program is based on the real economic impact which the Centers of Excellence program has had upon the State of Utah.

Upon approval, new centers are funded with a requirement for minimum 2:1 matching funds from the private and federal sectors. Matching funds are reported and audited on a regular basis. Centers are also audited regularly for the achievement of technical and commercial milestones. Centers directors are required to submit semi-annual reports to the centers program director. The Centers of Excellence Annual Report, here attached, is prepared based on submitted reports and upon information gathered in site visits, audits and other data sources.

Centers are normally expected to be self-sustaining through license contract royalties at the end of five years and are then graduated. Centers with especially noteworthy histories and on-going technological impact are designated as Distinguished Centers and thereafter may be funded on a project by project basis as requests are approved. Two distinguished centers, the Center for Advanced Combustion Engineering and Research (ACERC) and the Center for Supercritical Fluid Separations (CSFS) were funded in the 1994-95 period.

Since its inception, the program has created 51 Centers of Excellence, 7 of which have been designated as Distinguished Centers, 24 have been graduated, and 20 are active during this reporting period. This report summarizes centers status and achievements during 1994.

1. STATISTICAL SUMMARY

State Funds Granted, 1994-95	\$1,939,927
Matching Funds	\$28,437,790
1994-95 Matching Fund Ratio	1:14.7
Cumulative State Funds	\$21,868,868
Cumulative Matching Funds	\$264,271,992
Cumulative Matching Fund Ratio	1:12.1
Total Centers Jobs Created	965
Total Industry Jobs Created	921
Total Companies Assisted	368

Patents Pending	37
Patents Issued	76

2. CENTER FOR CANCER GENETIC EPIDEMIOLOGY (CCGE)

Established in 1991, CCGE is researching the genetic components of several common cancers including breast, melanoma and prostate through the mapping and isolation of suspected contributing genes. In the April edition of Science magazine, Myriad Genetics, a spin-off company of the center, announced the identification of a tumor suppressing gene known as p16 that is suspected to be involved in a wide variety of cancers. Significant research will still be required to determine the causative involvement of the gene but the discovery is of potentially great importance in the understanding of cancerous tumor growth. Myriad Genetics also occupied expanded facilities at the University of Utah Research Park in November of 1994.

3. CENTER FOR SELF-ORGANIZING AND INTELLIGENT SYSTEMS (CSOIS)

Established in 1993, CSOIS assists Utah companies in developing marketable products using intelligent systems concepts. Intelligent systems are defined as devices or software that attempt to artificially replicate the unique cognizance and control abilities of the human mind. These would include artificial neural networks, "fuzzy" logic circuits that emulate reasoning processes and virtual environment simulators. The center completed design contracts on two major projects during 1994. The first, under contract with Campbell Scientific, is an intelligent controller for automated irrigation systems. The second, for ProForm Fitness Products includes intelligent controllers using fuzzy logic for application in treadmills and weight lifting machines.

(Highlights Continued...)

4. CENTER FOR ADVANCED COMBUSTION ENGINEERING AND RESEARCH (ACERC)

ACERC was established as a center in 1986 and designated as a Distinguished Center in 1991. The center investigates the clean and efficient use of low-grade fossil fuels found abundantly in Utah. The center has an international reputation in efficient combustion processes and computer simulations. The center has announced that one of its member companies, CoalPlex International in Las Vegas has acquired 1700 acres of waste mine dumpings (coal fines) near the Wellington coal mine. CoalPlex intends to construct a coal fines pelletizing facility and an electric power production plant using the pellets as fuel. The facility will generate about 200 short-term jobs during the construction phase and about 100 permanent jobs. Technologies in both the coal fines pellets and the fuel burning processes have been developed at ACERC in cooperation with CoalPlex.

5. CENTER FOR RAPID PRODUCT REALIZATION (CRPR)

The Center for Rapid Product Realization was created this year to provide design, prototyping, and manufacturing process assistance to young and emerging companies in the state. Since its inception this year, 130 inquiries for center services have been received, 60 of these resulted in formal requests for service, and 10 projects are currently under contract. This response was significantly higher than was anticipated and the center is establishing review and approval procedures to streamline the process.

6. COMMERCIALIZATION CONSULTING PROGRAM

During 1994, the Centers of Excellence program initiated a commercialization consulting program through the Utah Small Business Development Center to assist centers in the creation of commercialization milestones. The program, which has since been expanded to include the development of commercialization strategies, has resulted in the identification of several significant new market opportunities for centers technologies and the development of a least one strategic plan for the creation of a major new Utah based business. Although these activities are still in the formative stage, it is clear that the assistance provided by consultants with strong business and entrepreneurial experience can significantly enhance the commercialization of centers products and technologies. The program will be expanded during 1995 with a small portion of each centers funding identified to execute the program. It is anticipated that as this initiative gains momentum it will have significant impact on the success of the centers program.

New Companies

Created in 1994

Center for Advanced Composites (BYU)
Fiber Dynamics 5217 S. 300 W., SLC 263-1718,
Wayne Johnson
(startup) Thomas Potter, 855 E. 700
No. Provo, 84606, 374-8301
Sound Composites (startup) 1280 No. Forbes Parkway
St. C, SLC UT 84116, 595-0400,
Kenneth MacInnes

Center for Chemical Technology (WSU)
Linco Industries P O Box 1591, Ogden UT 84402,
394-9488, Darrell Saunders
ZymeQuest, Inc. 300 Park Ave, Suite 1714, New York
NY 10022, 801-626-7638, Ron
Torres, Sr. Chemist

Center for Self Organizing Intelligent Systems (USU)
Monetary Sys.Inc. 250 E. 100 N., Smithfield, Ut 84335,
563-5739, V. Gordon Lind (7)

Center for MultiMedia Education and Technology/UVSC
Cela Solutions Inc.
MC²
Memory Lane Productions

Center for Rapid Product Realization (BYU)
Accuservce (startup) 30 N. Redwood Rd. Bldg H.
No SL 84054 298-9161 Mont Bigler
(startup) 375-5615, Wm Bolick, 3359
N. Cherokee Lane, Provo, Ut. 84604

3D Computer Graphics (Dixie)
InfoWest 1845 W. Sunset, St. George, Ut 674-
5638

CENTERS OF EXCELLENCE - FINANCIAL SUMMARY - NOVEMBER 1993 THROUGH OCTOBER 1994

Center of Excellence	1994-1995 Contract	Cum. State Investment	1994 Cash Match	1994 In-Kind Match	1994 Total Match	Cumulative Cash Match	Cumulative In-Kind Match	Cumulative Total Match
ACTIVE CENTERS:								
Advanced Composites Manufacturing	\$150,000	\$465,000	\$636,600	\$165,882	\$802,482	\$847,100	\$3,635,050	\$4,482,150
Advanced Construction Materials	\$0	\$100,000	\$86,000	\$10,000	\$96,000	\$86,000	\$10,000	\$96,000
Aerospace Science Technology	\$91,000	\$387,600	\$49,493	\$196,595	\$246,088	\$660,501	\$2,475,747	\$3,136,248
Cancer Genetic Epidemiology	\$20,000	\$279,323	\$4,952,618	\$0	\$4,952,618	\$17,711,601	\$0	\$17,711,601
Chemical Technology	\$115,500	\$389,500	\$247,591	\$8,734	\$256,325	\$1,481,539	\$108,511	\$1,590,050
Computer Graphics and Scientific Visualization	\$100,000	\$300,000	\$1,566,000	\$260,000	\$1,826,000	\$4,409,000	\$1,240,256	\$5,649,256
Dairy Foods Technology	\$59,227	\$348,737	\$555,000	\$0	\$555,000	\$2,308,000	\$5,000	\$2,313,000
Design of Molecular Function - Biocatalysis	\$0	\$820,200	\$688,745	\$0	\$688,745	\$2,867,825	\$637,705	\$3,505,530
Design of Molecular Function - Environmental Developmental and Molecular Biology	\$107,480	\$210,880	\$244,162	\$0	\$244,162	\$366,240	\$0	\$1,157,745
Environmental Technologies	\$100,000	\$220,000	\$623,486	\$10,000	\$633,486	\$623,486	\$10,000	\$633,486
Genetic Improvement of Livestock	\$98,500	\$197,860	\$149,500	\$0	\$149,500	\$347,500	\$0	\$347,500
Meat Processing Technology	\$203,220	\$472,860	\$103,000	\$0	\$103,000	\$432,840	\$0	\$432,840
Multi-Media Education and Technology - UI/U	\$125,000	\$237,500	\$94,750	\$326,000	\$420,750	\$94,750	\$326,000	\$420,750
Multi-Media Education and Technology - UVSC	\$100,000	\$212,500	\$30,179	\$473,692	\$503,871	\$30,179	\$473,692	\$503,871
Rapid Product Realization	\$200,000	\$200,000	\$125,000	\$278,000	\$403,000	\$125,000	\$278,000	\$403,000
Self-Organizing and Intelligent Systems	\$150,000	\$250,000	\$412,904	\$132,000	\$544,904	\$691,904	\$132,000	\$823,904
Software Science	\$0	\$370,938	\$10,500	\$0	\$10,500	\$3,747,089	\$2,598,304	\$6,345,393
Value-Added Seed Technology	\$70,000	\$210,000	\$329,788	\$0	\$329,788	\$613,454	\$0	\$613,454
3-D Computer Graphics	\$50,000	\$150,000	\$125,000	\$0	\$125,000	\$192,000	\$279,431	\$471,431
DISTINGUISHED CENTERS:								
Advanced Combustion Engineering Research	\$100,000	\$700,000	\$9,975,821	\$0	\$9,975,821	\$55,267,444	\$4,933,423	\$60,200,867
Artificial Heart	\$0	\$475,000	\$0	\$0	\$0	\$10,755,877	\$0	\$10,755,877
Biopolymers at Interfaces	\$0	\$670,000	\$1,750,588	\$0	\$1,750,588	\$8,235,231	\$301,500	\$8,536,731
Controlled Chemical Delivery	\$0	\$646,000	\$785,609	\$0	\$785,609	\$12,126,754	\$0	\$12,126,754
Engineering Design	\$0	\$693,000	\$2,352,121	\$0	\$2,352,121	\$24,165,113	\$0	\$24,165,113
Space Engineering	\$0	\$1,530,000	\$0	\$0	\$0	\$7,857,408	\$0	\$7,857,408
Supercritical Fluid	\$100,000	\$576,400	\$112,432	\$0	\$112,432	\$3,441,526	\$0	\$3,441,526
TOTALS:	\$1,939,927	\$11,412,438	\$26,565,887	\$1,871,903	\$28,437,790	\$160,569,106	\$17,518,619	\$178,087,725

372,860

CENTERS OF EXCELLENCE - STATE IMPACT SUMMARY - NOVEMBER 1993 THROUGH OCTOBER 1994

Center of Excellence	Center Jobs	Average Salary	Industry Jobs	Average Salary	New Spin-Off Companies	Cum. Spin-Off Companies	Companies Assisted	Patents Pending	Patents Issued	Licenses Agreements
ACTIVE CENTERS:										
Advanced Composites Manufacturing	27	\$20,444	3	\$26,667	3	44	22	5	3	2
Advanced Construction Materials	7	\$40,400	0	\$0	0	0	3	1	0	0
Aerospace Science Technology	9	\$14,555	2	\$45,000	0	1	2	1	0	0
Cancer Genetic Epidemiology	35	\$29,633	50	\$35,200	0	1	1	2	1	1
Chemical Technology	10	\$27,050	22	\$30,000	2	2	20	3	4	3
Computer Graphics and Scientific Visualization	22	\$36,909	6	\$45,000	0	1	2	0	0	1
Dairy Foods Technology	7	\$29,429	4	\$21,000	0	2	4	0	1	0
Design of Molecular Function - Biocatalysis	22	\$15,727	6	n/a	0	2	3	8	0	1
Design of Molecular Function - Environmental Development and Molecular Biology	11	\$34,091	1	n/a	0	0	1	1	0	1
Environmental Technologies	13	\$29,000	0	\$0	0	0	1	1	0	0
Genetic Improvement of Livestock	8.5	\$41,418	6	\$78,833	0	0	18	0	0	2
Meat Processing Technology	9	\$21,778	0	\$0	0	0	4	4	1	0
Multi-Media Education and Technology - U/U	12	\$11,500	25	\$19,471	0	3	8	1	2	3
Multi-Media Education and Technology - UVSC	12	\$38,750	0	\$0	0	0	9	1	0	0
Rapid Product Realization	2	\$29,000	8	\$25,817	3	3	13	0	0	6
Self-Organizing and Intelligent Systems	12	\$25,200	8	\$35,000	2	2	10	4	0	3
Software Science	14	\$29,753	0	\$0	1	1	4	2	0	2
Value-Added Seed Technology	20	\$54,100	0	\$0	0	1	1	0	0	1
3-D Software	13.3	\$35,034	0	\$0	0	0	9	1	0	0
	8	\$23,125	4	\$20,667	1	2	8	0	0	5
DISTINGUISHED CENTERS:										
Advanced Combustion Engineering Research	163	\$25,509	12	\$65,000	0	3	163	0	2	55
Artificial Heart	8	\$30,323	0	\$0	0	0	0	0	2	3
Biopolymers at Interfaces	40	\$13,106	10	n/a	0	2	6	2	11	8
Controlled Chemical Delivery	45	\$22,880	118	\$25,000	0	2	4	0	2	4
Engineering Design	32.5	\$38,308	61	\$46,275	0	4	5	3	5	2
Space Engineering	8	\$33,000	265	n/a	0	6	2	0	1	7
Supercritical Fluid	17	\$25,823	21	\$43,333	0	2	2	0	9	3
TOTALS:	587.3	\$27,163	632	\$33,527	12	84	305	37	43	114

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CENTERS OF EXCELLENCE - GRADUATED CENTERS SUMMARY - NOVEMBER 1993 THROUGH OCTOBER 1994

Center of Excellence	Cum. State Investment	Total Matching Dollars	Center Jobs	Average Salary	Industry Jobs	Average Salary	Spin-Off Companies	Companies Assisted	Patents Issued	License Agreements
GRADUATED CENTERS:										
Base Tech Education	\$112,000	\$546,415	8	n/a	5	n/a	2	n/a	n/a	n/a
Biotechnology	\$950,000	\$5,153,648	n/a	n/a	n/a	n/a	1	n/a	n/a	n/a
CA2EDM	\$200,000	\$369,029	41	\$45,000	0	0	0	0	0	1
CAD/CAM	\$423,123	\$7,905,917	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
CIM/CAM	\$222,119	\$871,150	n/a	n/a	38	n/a	7	n/a	n/a	n/a
CINR	\$100,000	\$658,707	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Chemical Separations	\$797,436	\$1,678,360	16	\$7,831	25	\$25,800	1	9	9	1
Coal	\$655,000	\$2,713,337	10	\$16,000	16	n/a	2	3	9	4
Comms. Research	\$215,120	\$2,127,476	13	n/a	7	n/a	0	1	4	1
Computer Based Ed.	\$510,000	\$676,997	8	\$15,340	21	\$20,426	1	1	0	0
Energy Solids Interaction	\$150,000	\$1,345,632	24	\$34,750	0	\$0	0	0	0	0
Information Technology	\$436,325	\$6,003,254	52	\$26,333	28	\$35,333	1	4	0	2
Laser Institute	\$676,000	\$7,302,000	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Materials	\$999,780	\$13,536,985	9	\$45,444	45	\$63,222	0	9	1	0
Pyrometallurgical	\$100,640	\$286,790	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Qual. & Integrity Design	\$260,000	\$547,650	16	\$14,250	8	\$10,750	2	2	0	2
Sensor Technology	\$85,000	\$170,567	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Signal Processing	\$776,334	\$3,507,434	14	n/a	41	n/a	3	4	1	7
Solid Waste Recycling	\$70,000	\$400,000	5	\$24,400	2	n/a	1	0	0	0
Supercomputer	\$925,000	\$21,600,000	17	\$34,882	n/a	n/a	0	9	0	1
Tomography	\$267,400	\$1,902,307	20	\$27,750	12	\$50,500	2	7	5	4
Utah Research Institute	\$740,000	\$5,743,980	87	\$27,244	n/a	n/a	0	0	0	0
VLSI Design	\$225,153	\$819,000	18	\$31,277	5	\$27,659	1	4	0	1
X-Ray Imaging	\$560,000	\$317,632	20	\$55,500	36	\$34,917	1	0	4	1
TOTALS:	\$10,456,430	\$86,184,267	378	\$30,340	289	\$32,090	25	63	33	25

Utah Centers of Excellence Program

Spin-Off Companies 1986-1994
Total: 108 Companies

Active Centers

Advanced Composites (BYU) Dir. Brent Strong 378-7878
ACI Technology
Advanced Laminate
American Polymer
American Vitrolite
Ashton Aerospace
Automated Process Control
B&M Enterprises
Baal
Beckwith Technology Group
Behavioral Technology Inc.
Blue Cow, Inc.
Claytech
Controlled Composite Tech.
Creative Composites
Curecrete
DAH, Inc.
Dimensional Research
DMS
Emily Rose
Fiber Dynamics*
Futura Propulsion Systems
H K Corporation
Haelan Medical
Ideas to Products
International Biokenetics
LCC Fabrications
Medilight
Merrill Enterprises
Mountain High Engineering
Mountain Land Support
Performance Composites
Potter Management*
Prodesign
Red Hawk, Inc.
Ridgeway and Fautz
Rocky Mountain Engineering
Rotomolding of Utah
Sound Composites*
Strauss, Kerry

Spin-Off Companies

<u>Active Centers</u>	<u>Spin-Off Companies</u>
(continued) Advanced Composites (BYU)	Synergy Marketing
	Utah Rocketry
	Van Patten Corporation
	Wasatch Engineering
	Wasatch Technology Group
	Wasatch Aerospace
Aerospace (WSU) Dir. Kermit Reister 626-6302	Myriad Genetics
	Linco Industries*
	ZymeQuest, Inc.*
Chemical Technology (WSU) Dir. Edward Walker 626-6162	Engineering Geometry Systems
Graphics & Scientific Vis. (UW) Dir. Cohen/Riesenfeld 581-7026	
Dairy Foods (USU) Dir. Paul Savello 797-3618	Food Research & Dev. Group
	Dairy Res. Consulting of Utah
Intelligent Systems (USU) Dir. Robert Gunderson 797-2924	Monetary Services Inc.*
Meat Processing (USU) Dir. Von Mendenhall 797-3463	Mountain Land Co-op
	Timpanogos Meats
	Canyon Rayas
Molecular Function (Biocatalysis) (USU) Dir. Linda Powers 797-2033	Whetstone Enviro, Inc.
MultiMedia Ed & Tech (UVSC) Dir. Gary Phelps 222-8000x594	Cela Solutions, Inc.*
	MC²*
	Memory Lane Productions*
Rapid Product Realization (BYU) Dir. David Sorenson 378-9000	Accuserv*
Software Science (UW) Dir. Robert Kessler 581-4653	GWH*
3-D Software (Dixie) Dir. Eric Pedersen 673-4811	Hippo Software Inc.
	Illustrative Impressions
	InfoWest*

***NEW THIS YEAR**

<u>Distinguished Centers</u>	<u>Spin-Off Companies</u>	<u>Graduated or Discontinued Centers</u>	<u>Spin-Off Companies</u>
Advanced Combustion Research (BYU) Dir. Douglas Smoot 378-4326	Reaction Engineering Int'l! GMH Engineering Combustion Services Inc.	Base Technical Education (UU) Dir. Carol Weller 581-3189	Assessment Co. Software Co.
Biomaterials (UU) Dir. Karin Caldwell 581-5455	Protein Solutions	Biotechnology (USU) Dir. Steven Aust 797-2730	Intech 180 Corp.
Controlled Chemical Delivery (UU) Dir. Sung Wan Kim 581-6801	Insutech Thera Tech, Inc.	Chemical Separations (BYU) Dir. Reid Izatt 378-2315	IBC Advanced Technologies
Engineering Design (UU) Dir. Stephen Jacobsen 581-6499	Animate Systems, Inc. Sarcos Research Corp. Sarcos, Inc. Microject, Inc.	Coal Research (U/U) Dir. Larry Anderson 581-7187	FemtoScan Corp International Resin Resources
Space Engineering (USU) Dir. Frank Redd 750-2905	Space Dynamics Lab ICOMP	Computer Based Education (BYU) Dir. Jerry Larson 378-2349	CALL, Inc.
Supercritical Fluid (BYU) Dir. Milton Lee 378-2135	Globesat Holding Company Medcom, Inc. CXT, Inc. Interactive Resources	Computer Integrated Manufacturing (BYU) Dir. Dell Allen 378-3895	Edge Foundation Edge Inc. Ozone Saver Industries
	Lee Scientific Sensar Corporation	Information Technology (Handicapped) (USU) Dir. Allen Hofmeister 797-3718	CAM Software CIM Training Ctr. Smartware Utah Pods Mfg. Co-op
		Quality & Integrity Design (U/I/I) Dir. David Hoepner 581-3851	Effective Instructional Tech.
		Signal Processing (BYU) Dir. Richard Christiansen 378-6587	Technology Mgt. Associates FASIDE International, Inc.
		Solid Waste (USU) Dir. Reed Nielsen 797-1795	ASTECH, Inc. Deseret Digital Systems Vector Technologies
		Tomography (UU) Dir. Steven Johnson 581-7399	Recycling Tech. Corporation
		VLSI Design (UU) Dir. Kent Smith 581-8653	Monolithic Technologies TechniScan, Inc.
		X-Ray Imaging (BYU) Dir. Larry Knight 378-2186	Bonneville Microelectronics
			MOXTEK

Note: These companies have been reported by Center Directors as having spun out of their centers. The Office of Technology Development is aware of the viability of many of these companies and their relationship to the centers. If a center has been discontinued, the viability of the company reported is uncertain.

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ACTIVE CENTERS

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Center for Advanced Composites Manufacturing and Engineering

Dr. A. Brent Strong/B Brigham Young University/Provo, Utah

Established July 1990 as the focal point and coordinator of resources within the state for technical knowledge and capability in the areas of composite materials, plastics, and other advanced materials. ACME assists existing local industry and start-up companies who are working with plastics and advanced materials. ACME also conceives, invents, develops, and spins off into commercial enterprises new or enhanced products in the field of composites, plastics, and advanced materials.

Overview	Technologies	Status	Economic Impact
<p>1994-95 State Contract \$150,000 Matching Funds \$802,482 Cumulative 4,482,150</p> <p>Center Related Jobs 27 Industry Jobs Created 3</p> <p>Benefiting Utah Companies: 1994 Center Spin-offs 7 Cumulative Spin-offs 44 Patents Applied 3 Patents Issued 3 License Agreements 2</p>	<ul style="list-style-type: none">Cure and contamination sensing devices which allow low cost detection of the physical or chemical changes in many non-conducting fluids such as resins, oils, transformer fluids, etc.Damping of composites through unique orientation of fibers results in as much as 10 times the normal damping capabilities.Improvement of fiber binding on thermoplastic companies.A forming technique for large thermoplastic composites.	<ul style="list-style-type: none">• 129 companies assisted in 4 years (9 new in last 6 mo).• 44 companies launched (2 in last 6 mo).• 7 companies spun off with center technologies.• 5 US patent applications (3 granted).• 2 licensed products• 4 patent cases successfully defended for local companies.	<ul style="list-style-type: none">• The Center has assisted in the launch of 44 companies. These are new companies that are based on technology developed outside the center but where the center's assistance has been critical to the start of the company.• Two of these launched companies have agreed to give the center some share of profits in recognition of the assistance which has been rendered.

Center for Advanced Construction Materials

Dr. Hosin Lee/University of Utah/Salt Lake City, Utah

Established in April 1994 to produce marketable products while advancing the science of construction materials. The emphasis will be on both increased performance and use of waste materials, and to provide expertise and assistance to private and public sector partners.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>		
1994-95 State Contract	\$0				
Matching Funds Cumulative	\$96,000 \$96,000				
Center Related Jobs	7				
Industry Jobs Created	0				
Benefiting Utah Companies:					
1994 Spin-off Companies	0				
Cum. Spin-off Companies	0				
Patents Applied	1				
Patents Issued	0				
License Agreements	0				
• The Center has developed a proprietary process for mixing high levels of recycled tire rubber, up to 30% of rubber, with aggregates by volume, with magnesium oxychloride to produce a superior grade of paving material, and to meet federal regulatory requirements on the use of recycled materials. A patent disclosure has been filed on this process.		<ul style="list-style-type: none"> • The Center has recruited additional team members and purchased necessary equipment. • The Center secured the matching funds from both private sector industrial partners and public sector partners. • A spin-off company which is in the process of being created, "Green Hill Recycling" will produce crumb rubber in various sizes adopting our technology. • The center has set up an operation to produce a new deicing material called "Ammonium Carbamate" for Mr. Charles Hansen who plans to build a plant to produce deicing materials if field tests show positive results this winter. • Center is in the process of receiving funds from a major Korean construction company called "Kumho" to use the center's tire concrete technology in constructing apartments in Korea. • Another company called "Meandr Enterprises" is also interested in applying the center's Magstone/polystyrene technology in building 15,000 low-income houses in Philippines. 	<ul style="list-style-type: none"> • The center hired three half-time research associates and a part-time administrative assistant. The center hired two graduate students and four undergraduate students in Civil Engineering department. • A spin-off company "Green Hill Recycling" is being created to process the recycled tires. 		
• The Center has also developed a proprietary system to cryogenically process the tires down to 100 mesh size. A patent disclosure has been filed.					
• Also investigating the use of other recycled materials in concrete, as well as other advanced construction materials with applications in both highway and building construction.					

Center for Aerospace Science Technology

Established as a center in 1988. Center focus is on development of small low earth orbiting satellites and other related aerospace technologies.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
<p>1994-95 State Contract \$91,000 Matching Funds \$246,088 Cumulative \$3,136,248</p> <p>Center Related Jobs 9 Industry Jobs Created 2</p> <p>Benefiting Utah Companies: 1994 Spin-off Companies 0 Cum. Spinoff companies 1 Moved to Utah 1 Patents Applied 1 Patents Issued 0 License Agreements 0</p>	<ul style="list-style-type: none"> Has developed and flown two satellites, NUSAT I and WEBERSAT, receiving world-wide recognition as a leader in the field of small and inexpensive low earth satellite development. Mechanical spaceframe and equipment bus; position and attitude control with 3 axis stabilization; communication links from space to ground control; power systems with articulating solar panels; central processing unit for data storage and processing. Instrumental in the establishment of Intraspace Corporation. Successful spin-off of Wasatch Aerospace Corporation. 	<ul style="list-style-type: none"> CAST is continuing with the development of more sophisticated small satellite technology through JAWSAT. Phase I - WSU and CAST are in the first phase of the development of an entity to commercialize CAST's technologies and expertise in producing and managing the launch of small, standardized commercial satellites at a price that will open the market to additional clients. Phase II - initial commercial development. Phase III - full commercialization. Working with SBDC consultant to establish commercialization plan. 	<p>The new company:</p> <ul style="list-style-type: none"> will be housed in northern Utah will develop key partnerships with Thiokol Corp, Lockheed Corp. and Hill Air Force Base. will contract with CAST for continuing development of technology, thereby ensuring that CAST has a steady stream of revenue to support its applied research. The potential for economic impact for the state is significant.

Dr. Kermit Reister/Weber State University/Ogden, Utah

Center for Cancer Genetic Epidemiology

Dr. Mark H. Skolnick/University of Utah/SLC, Utah

Established as a center in 1991 to utilize multiple approaches to study the genetic etiology of common cancers and their precursor lesions, currently breast cancer, melanoma, and prostate cancer and develop DNA diagnostics. Focus is on developing approaches to gene mapping and gene isolation and applying them in particular to the common cancers.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
1994-95 State Contract \$ 20,000	•Genetic Analysis	•Center has cloned the 17q linked breast cancer gene and the 9:- linked melanoma gene.	•Commercial partner, Myriad Genetics, Inc.'s economic impact on the State of Utah is the expenditure of approximately \$4,000,000 this year. They have 50 employees including 9 Ph.D.s.
Matching Funds \$ 17,711,601	•Gene Localization	•Pursuing gene isolation of a second breast cancer suspect gene.	•Myriad Genetics announced the identification of a tumor suppressing gene known as p16 that is suspected to be involved in a wide variety of cancers.
Cumulative	•Gene Discovery	•Gathering more cancer families and preparing for linkage studies of breast, colon and prostate cancers.	Significant research will still be required to determine the causative involvement of the gene but the discovery is of potentially great importance in the understanding of cancerous tumor growth.
Center Related Jobs 35	•Gene Diagnostics		
Industry Jobs Created 50			
Benefiting Utah Companies:			
1994 Spin-off Companies 0	•Gene Therapies		
Cum. Spin-off Companies 1	•Status of Center towards becoming self-sustaining is nearly complete.		
Patents Applied 2			
Patents Issued 1			
License Agreements 1			

Center for Chemical Technology

Edward B. Walker/Nebo State University/Ogden, Utah

Established as a center in 1990. The Center functions as an innovative resource to the community by conducting applied research in a variety of chemically-related areas leading directly to new and/or enhanced products. The Center facilitates the collaboration of Utah companies with diversified chemical interests to form alliances that benefit both them and the State of Utah.

Overview

1994-95 State Contract	\$115,500	
Matching Funds	\$256,325	
Cumulative	\$1,590,050	
Center Related Jobs	10	
Industry Jobs Created	22	
Benefiting Utah Companies:		
1994 Spin-off Companies	2	
Cum. Spin-off companies	2	
Patents Applied	3	
Patents Issued	4	
License Agreements	3	

Technologies

- Natural product chemistries
- Heavy oil separation and recovery
- Bioremediation and chemical characterization of various remediation technologies

Status

- Four approved patents and three patents pending
- Working closely with SBDC in the establishment of business plan that will enable Center to become self-sufficient in time. Broad diversity among industrial partners insures a more flexible financial support base. This fact, coupled with continued success in research and development helps provide a service-oriented source of income from the business community.

- New partnerships have been formed with Great Basin Lab, Linco Inc., Surgical Technologies, and Asbury Fluxmaster.

- Working with SBDC consultant to establish commercialization plan.

Economic Impact

- A pilot-scale facility was constructed near Vernal, Utah this summer utilizing technologies patented through Center research efforts.
- Eastman Chemical sent two full-time engineers to Ogden to work with us in developing a pilot-scale B-carotene harvesting facility on the Lake.
- ZymeQuest-sponsored research involving the conversion of type-B blood to "universal donor" type-O blood has received notoriety in our local newspaper and spawned interest of local medical facility at HAFB.
- Swapco and its Texas partners conducted a full-scale extraction test at Asphalt Ridge (near Vernal) using the equipment that will eventually be used in the full-scale plant. These tests were successful in validating the economic feasibility of the extraction process and Swapco has committed to build a 3,000 barrel-a-day plant at Asphalt Ridge.

Center for Computer Graphics and Scientific Visualization

Richard Riesenfeld/Elaine Cohen/University of Utah/Salt Lake City, Utah

Established in 1991 to effect commercialization of Center technology that has been created under other research funding by 1) Evaluating which subsets of Center technology are sufficiently mature to consider for commercialization, 2) Creating product prototypes in order to have sufficient product to develop strategic partners and seek further investment, 3) Seek strategic partners for full commercial development.

Overview	Technologies	Status	Economic Impact
1994-95 State Contract \$ 100,000	<ul style="list-style-type: none"> •Computer Design, Modeling, Graphics, and Manufacturing technology for automating the 	<ul style="list-style-type: none"> •Briefed Gov.Leavitt on various leading edge interactive televideo education methods. 	<ul style="list-style-type: none"> •The associated spinoff company, Engineering Geometry Systems, created and delivered a custom product to Hill Air Force Base to increase their manufacturing productivity. The product is being used on the shop floor currently. Center technology served as base for this customized product.
Matching Funds \$1,826,000		<ul style="list-style-type: none"> •Briefed a committee of legislative candidates on the same technology. 	<ul style="list-style-type: none"> •Further refined product specifications and development milestones.
Cumulative \$5,649,256		<ul style="list-style-type: none"> •Created special software experiment for potential strategic partner. 	<ul style="list-style-type: none"> •Attended trade shows to assess competition for further update on relative status.
Center Related Jobs 22	<ul style="list-style-type: none"> whole "art-to-part" process; scalable from a small job shop to a large advanced industrial shop, national televideo 	<ul style="list-style-type: none"> •Met with potential strategic partners at trade show and made product presentation. 	<ul style="list-style-type: none"> •Working with consultants, our design for mfg. technology is being applied to develop a new drill bit. Success will help keep company in Utah and enhance business by 5-10 M/year.
Industry Jobs Created 6		<ul style="list-style-type: none"> •Hosted potential strategic partner visit here in Salt Lake and demonstrated prototype. 	
Benefiting Utah Companies: 1994 Spin-off companies 0	<ul style="list-style-type: none"> •Met product development milestones for this period. 	<ul style="list-style-type: none"> •Working with SBDC consultant to establish commercialization plan. 	
Cum. Spin-off companies 1			
Patents Applied 0			
Patents Issued 0			
License Agreements 1			

Center for Dairy Foods Technology

Paul A. Savello/Utah State University/Logan, Utah

Established in 1990. Supports continued research and development in the newest technologies of the dairy product/process arena.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
<p>1994-95 State Contract \$59,227 Matching Funds \$555,000 Cumulative \$2,313,000</p> <p>Center Related Jobs 7 Industry Jobs Created 4</p> <p>Benefiting Utah Companies: 1994 Spin-off companies 0 Cum. Spinoff companies 2 Patents Applied 0 Patents Issued 1 License Agreements 0</p>	<ul style="list-style-type: none"> The Center investigates methods to fractionate/concentrate milk components in non-degradative ways. The best technology to do this is the use of specialized membranes such that proteins, carbohydrates, and salts of milk can be separated to find unique properties and applications. Aseptic processing of milk and dairy foods results in shelf stable, non-refrigerated foodstuffs that have minimum flavor change, retain nutrient makeup, and permit transportation/distribution/storage without refrigeration. 	<ul style="list-style-type: none"> Center has had numerous and significant contacts with food companies. These companies have used equipment and expertise in the CDFT. This extension role of the CDFT is important because food companies that conduct research at the Center's pilot plant have successfully transferred technology to a Utah firm that contract-packs milk products for export to Mexico, Puerto Rico, Europe. During this present year, a patent of "Creamier skim milk" has been issued. The Center continues discussion with Millard County officials and investors to begin small scale production of concentrated, sterile milk using the reverse osmosis membrane and ultra-high temperature processing technologies. This linkage of technologies was researched and perfected at the CDFT. 	<ul style="list-style-type: none"> Gossner Foods, Inc. has benefited from the work at the CDFT through the Center's working with national food companies, which use the Center's facilities to research and develop formulations that are contract-packed by Gossner Foods, Inc. Heart-to-Heart Foods, Inc. has used much of the membrane equipment at the CDFT in order to research and develop new cream cheese products. These cream cheese products are now produced in the Richmond plant and sold throughout Utah.

Center for the Design of Molecular Function

Biocatalysis

Linda Powers/Utah State University/Logan, Utah

Established in 1988. With funding of approximately \$1.8 M from the NIH Biomedical Research Technology Program, the Center for Biocatalysis Science and Technology has expanded to become the National Center for the Design of Molecular Function which includes the development of real-time time-resolved spectroscopic technology; 2) apply this basic knowledge and technology to biomedical and environmental applications and monitoring; and 3) provide this information and specialized tools of its utilization to the scientific and engineering community.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
1994-95 State Contract	0	•Market analysis has shown that although new analytical instrumentation technology has appeared, the recent market growth has been largely due to developments in automation, data analysis and handling, and combination of existing techniques.	•The development of new techniques and significantly enhanced instrumentation for flow apparatuses, and parallel processing data collection and analysis device.
Matching Funds Cumulative	\$688,745 \$3,505,530	•A project sponsored by two Utah businessmen has yielded a new environmental test and treatment technology which is currently in patent application.	•A new start-up company, EnviroL, Inc. has been formed and EPA and DOE have indicated they will fund the development for contaminated soils and groundwater.
Center Related Jobs Industry Jobs Created	22 6	•Instrumentation also offers new technology in automation and data analysis and handling. This not only increases our possible new products but renders our spectroscopic instrumentation novel in these market aspects. No such capabilities currently exist.	•The development of "niche" products offers a unique opportunity with little competition for start-up and smaller established Utah companies. Furthermore, these "niche" products are integral parts of the general use instrumentation and will render the start-up and smaller Utah companies as sole suppliers. The new company, EnviroL, Inc., is such an example.

Center for Design of Molecular Function

Environmental Technology

Linda Powers/Ron Sims/Utah State University/Logan, Utah

Established in July 1993 to improve economic opportunity and productivity for the state through the immediate application of environmental technologies. The work involves the application of chemistry and instrumentation to contaminated soils and ground water for characterization, monitoring and treatment.

Overview	Technologies	Status	Economic Impact
1994-95 State Contract	0	•A test kit has been developed that is rapid, inexpensive and portable - for hazardous waste site characterization and monitoring. The test kit can be used to detect chlorinated hydrocarbons such as pentachlorophenol, trichloroethylene, and PCBs. The test kit utilizes a novel analytical method and innovative instrumentation.	•The Center is presently in the process of developing a field test kit for pentachlorophenol (PCP) in soil. As part of this development, the test kit is being evaluated by the U.S. EPA. In May 1994 a report was submitted to the EPA that will be used in the evaluation process.
Matching Funds Cumulative	\$570,000 \$1,157,745		•The impact to the Utah economy would come from the success of the small business that will market this technology, as well as from an influx of funds for additional research. The state of Utah would also benefit from the reduced costs required to characterize contaminated sites within the state. Additional money for other research would come from increased EPA involvement in the area.
Center Related Jobs	11		
Industry Jobs Created	1		
Benefiting Utah Companies:			
1994 Spin-off Companies	0		
Cum. Spin-off Companies	0		
Patents Applied	1		
Patents Issued	0		
License Agreements	1		

Center for Developmental and Molecular Biology (CDMB)

Kenneth White/Utah State University/Logan, Utah

Established in 1993 to facilitate product development, supplement near-term research, stimulate additional patent development and increase the commercialization process of current near-term products.

Overview	Technologies	Status	Economic Impact
1994-95 State Contract \$107,480	<p>•Primary cell culture medium development. Researchers at HyClone Lab, Inc. working in conjunction with scientists at USU have developed a lymphocyte culture fluid that outperforms all other culture media in the culture of lymphocytes and embryos. It is anticipated research by CDMB that result in development of additional formulations to enable culture of other cells which are currently difficult to culture.</p>	<p>•Lytic peptide. Studies are underway attempting to transfect bovine, ovine and murine lymphocytes with a lytic peptide construct. Several transgenic mice carrying the lytic peptide construct have been produced and are currently being evaluated for expression. A B-casein regulatory construct has been developed which can be induced to produce CAT in mammary culture cells.</p>	<ul style="list-style-type: none"> •It is anticipated that HyClone Laboratories will begin marketing LCF/ECF in 1994. •Center is also discussing research agreements with several companies relating to lytic peptide construct which may lead to licensing agreements.
Matching Funds \$366,240	<p>Marketable products: Tumor infiltrating lymphocyte medium cells transfected with the lytic peptide gene for treatment of several types of tumors; in vitro embryos and embryonic stem cells; medium to support the establishment and maintenance of embryonic and hemopoietic stem cells in vitro.</p>		
Center Related Jobs 13	<p>Lytic peptide expression and expression vector design. Researchers at USU have evaluated, developed, synthesized and characterized several synthetic chemotherapeutic peptides referred to as lytic peptides. These peptides have been shown to be effective against a number of disease states that currently are either very difficult or impossible to treat with conventional therapy. Research focuses on the enhanced disease resistance of animals, plants and fish by the transfer and expression of lytic peptide genes as well as immunomodulation of lymphocytes by lytic peptide gene therapy for treatment of certain tumors. Two additional related patents are being developed and prepared for application.</p>		
Industry Jobs Created 0	<p>•Embryo culture. Dr. Polejaeva has been hired with COEP funds and has extensive background in embryonic stem cell isolation and culture.</p> <p>•Lymphocyte culture. Research is continuing to evaluate additional modifications in lymphocyte culture medium.</p> <p>•Working with SBDC consultant to establish commercialization plan.</p>		

Center for Environmental Technologies

Russell J. Price/University of Utah/Salt Lake City, Utah

Established in 1993 to support Utah's growing Environmental Technologies Industry through focused research and development in monitoring and sensing technologies, waste stream reduction, pollutant destruction and remediation, and through technology transfer and advanced technical training.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
<p>1994-95 State Contract \$100,000</p> <p>Matching Funds \$633,486</p> <p>Cumulative \$633,486</p> <p>Center Related Jobs 8.5</p> <p>Industry Jobs Created 6</p> <p>Benefiting Utah Companies:</p> <ul style="list-style-type: none"> 1994 Spin-off companies 0 Cum. Spin-off companies 0 Patents Applied 0 Patents Issued 0 License Agreements 2 	<ul style="list-style-type: none"> • Knowledge-based Expert System for Waste-Fired Cement Kilns • Environmental Applications of Time-of-Flight Mass Spectrometry • Environmental Applications of the Air-Sparged Hydrocyclone (Radionuclide Separations, VOC stripping) • HydroPur industrial wastewater recycling system 	<ul style="list-style-type: none"> • Performance of ongoing work is being completed with key Utah companies in conjunction with CET's focused research programs. • Materials and process testing contracts completed or underway for two Utah-based entrepreneurs. A series of contracts have been performed for Utah sewer treatment systems, introducing new techniques in that industry. • Contract pending CET expertise is being applied to environmental problems associated with defense activities in Utah. Contracts are pending with Tooele County Health Department, and with various contracting offices of the US army for assessments of demilitarization activities at Utah defense installations. 	

Center for Genetic Improvement of Livestock

Von Mendenhall/Noelle Cockett/Utah State University/Logan, Utah

Established in 1991 to outline methods of genetically improving livestock using the rapidly evolving technologies of genetic markers and embryo cloning.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
1994-95 State Contract Matching Funds Cumulative	\$98,500 \$149,500 \$347,500	The two technologies being developed within this Center include: <ul style="list-style-type: none"> • the identification of genetic markers that are associated with reduced fat and increased muscle in sheep and 	<ul style="list-style-type: none"> • A genetic marker associated with heavy muscling and reduced fat in sheep has been developed. • A flock of sheep carrying the callipyge gene responsible for heavy muscling has been established at USU. • Characterization of the heavy muscling trait is ongoing. • Ovine oocyte activation rate has been improved using a new procedure developed by the Center.
Center Related Jobs Industry Jobs Created	9 0	<ul style="list-style-type: none"> • the improvement of embryo cloning efficiency. 	<ul style="list-style-type: none"> • The Center has determined that the callipyge gene provides an additional \$16.06 to the value of each marketed sheep. If just 25 % of the sheep in Utah carried the callipyge gene, the total added value impact to Utah would be \$1.405 million.
Benefiting Utah Companies: 1994 Spinoff companies Cum. Spinoff companies Patents Applied Patents Issued License Agreements	0 0 1 0 1	<ul style="list-style-type: none"> • Center has initiated negotiations with the USU Biotechnology Center concerning the commercialization of the callipyge genetic marker. Additional markers will be isolated and incorporated into the genetic test. • Animals carrying the callipyge gene are being distributed to Utah sheep producers. 	<ul style="list-style-type: none"> • Working with SBDC consultant to establish commercialization plan.

Center for Meat Processing Technology

Established as a center in 1991. Development of new meat products and processing technology.

Dr. Von T. Mendenhall/Utah State University/Lagom, Utah

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
1994-95 State Contract \$203,220	<ul style="list-style-type: none"> •Ultra-High Temperature (UHT) pasteurization of meat surfaces. •Low fat lamb chops, beef steaks, pork chops and bacon. •Processing technology to reduce fat content of raw meat. •Processing technology to bond meat to bone. •Combining UHT with electron beam radiation technology to produce sterile meat products. 	<ul style="list-style-type: none"> •Two patents have been issued to USU and the Meat Processing Center during the last 6 months. •Three licensing agreements are pending. •Commercial production of UHT beef for the Food Service Market continues in Springville, Utah by ConAgra. •Products were displayed at the Paris, France Food Show. •Eight major processors in the European Common Market have indicated an interest in purchasing a license. •Products were displayed at the Utah Farm Bureau Convention in SLC in Nov. As a result, the National Farm Bureau invited the Center to display and serve samples of the low-fat products to 8,000 delegates at the National Convention in St. Louis, Missouri in January of 1995. 	<ul style="list-style-type: none"> •ConAgra has established a Federally inspected production facility in Springville, Utah. They currently have 7-10 employees and are producing about 8,000 lb. per day at capacity. The profit margin on the low-fat beef steak is about 20% compared to a 1% profit margin on boxed beef. ConAgra is continuing to market the low-fat beef products on a limited basis at the present time.
Matching Funds Cumulative	\$103,000 \$432,840		
Center Related Jobs	12		
Industry Jobs Created	25		
Benefiting Utah Companies:			
1994 Spin-off companies	0		
Cum. Spin-off companies	3		
Patents Applied	1		
Patents Issued	2		
License Agreements	3		

Center for Multimedia Education and Technology (U/U)

Mandy F. Iskander/University of Utah/Salt Lake City, Utah

Established in 1993 for development, production and distribution of interactive multimedia software modules for science, math and engineering education.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
1994-95 State Contract \$125,000	Multimedia software development and distribution on CD-ROM	<ul style="list-style-type: none"> • Two CD-ROM products have been developed and are ready for production and distribution (sale). This includes the "Calculus Castle" CD-ROM and the CD-ROM for engineering electromagnetics. The Center also publishes a peer-reviewed journal in collaboration with John Wiley & Sons. 	<ul style="list-style-type: none"> • Provided jobs for three full time staff, four graduate students in Electrical Engineering, a team of five MBA students, two undergraduate students, and three faculty members.
Matching Funds \$420,750			
Cumulative \$420,750			
Center Related Jobs 12			
Industry Jobs Created 0			
Benefiting Utah Companies: 1994 Spin-off Companies Cum. Spin-off Companies Patents Applied Patents Issued License Agreements	0 0 1 0 0	<p>The Center is also managing the Conceptual Learning of Science (COLOS) USA project, which is a consortium of 11 universities and which is sponsored by Hewlett-Packard Company.</p> <p>• The Center is presently working on establishing a new company, "CAEME Software Inc."</p>	<ul style="list-style-type: none"> • Purchased and donated multimedia computers to test sites at high schools. • With the proposed establishment of the spinoff company, and the establishment of the COLOS USA project, the Center promises to establish additional new jobs in the state.

Center for Multimedia Education and Technology (UVSC)

Gary L. Phelps/Utah Valley State College/Provo/Orem, Utah

Established in 1993 to research state-of-the-art, interactive multimedia technology and to author and produce with external partners, a wide range of commercial training and educational applications.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
1994-95 State Contract	\$100,000	<ul style="list-style-type: none"> • Interactive multimedia computer-based authoring systems. Some authoring technologies will be copyrighted, held and owned by UVSC and the Center while others will be developed with external corporate partners. 	<p>Three new companies have been launched during 1994 using modules licensed from the center. These include Cela Solutions Inc. in Provo, MC² in South Jordan and Memory Lane Productions (a division of Harding & Harris) in Orem. A total of 8 industry jobs have also been created.</p>
Matching Funds Cumulative	\$503,871 \$503,871	<ul style="list-style-type: none"> • Center will also license other copyrighted technologies/authoring tools for use in producing multimedia programs at the Center. 	<p>Combined value of software they bring to the partnership is over \$10 million.</p>
Center Related Jobs	2	<ul style="list-style-type: none"> • Center will also license other copyrighted technologies/authoring tools for use in producing multimedia programs at the Center. 	<p>The second development is to provide market and financial direction and consultation to Utah companies which have or are developing multimedia products.</p>
Industry Jobs Created	8		
Benefiting Utah Companies:			
1994 Spin-off Companies	3		
Cum. Spin-off Companies	3		
Patents Applied	0		
Patents Issued	0		
License Agreements	6		

Center for Rapid Product Realization

David K. Sorensen/Bingham Young University/Salt Lake City, Utah

Established in July 1994 to provide manufacturing technology assistance services to Utah companies in improving Rapid Product Realization and manufacturing processes in general.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
1994-95 State Contract	\$200,000		<ul style="list-style-type: none"> • Prominent technologies and capabilities include advanced CAD systems, conventional and rapid prototyping, state-of-the art process definition and simulation.
Matching Funds	\$403,000		<ul style="list-style-type: none"> • The Center also has access to advanced materials technologies from the ACME Center of Excellence.
Cumulative			<ul style="list-style-type: none"> • Center is also coordinating other institutions within the state as they apply to new product opportunities.
Center Related Jobs	12		<ul style="list-style-type: none"> • Submitted a major (\$600,000) proposal to TRP
Industry Jobs Created	8		<ul style="list-style-type: none"> • Secured \$278,000 of in-kind matching funds
Benefiting Utah Companies:			<ul style="list-style-type: none"> • Established 3 royalty agreements
1994 Spin-off Companies	2		<ul style="list-style-type: none"> • Negotiated \$110,000 in contracts
Cum. Spin-off Companies	2		
Patents Applied	4		
Patents Issued	0		
License Agreements	3		

Center for Self-Organizing and Intelligent Systems

Robert W. Gunderson Utah State University/Logan, Utah

Established in 1993 to assist Utah companies in developing marketable products which use the technology of intelligent systems.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
<p>1994-95 State Contract \$150,000 Matching Funds Cumulative \$544,904 \$823,904</p> <p>Center Related Jobs 14 Industry Jobs Created 0</p> <p>Benefiting Utah Companies: 1994 Spin-off Companies 1 Cum. Spin-off Companies 1 Patents Applied 2 Patents Issued 0 License Agreements 2</p>	<ul style="list-style-type: none"> • Intelligent Systems Technology generally includes any device and/or software concept which, in one way or the other, attempts to artificially replicate unique cognizance and control abilities of the human mind. • Artificial neural networks are designed to mimic the ability of the brain and central nervous system to learn and generalize from past experience. • Fuzzy logic was introduced as a way of emulating the reasoning processes fundamental to human intelligence. • Virtual controllers attempt to place a remote human operator or controller in a virtual environment identical to that encountered by the control process. 	<p>In the first year and 3 months of its existence, CSOIS has focused upon</p> <ul style="list-style-type: none"> • Two irrigation projects. • Two applications to exercise machines. • An autonomous vehicle control <p>• Plus, CSOIS is under contract to develop a new pattern recognition product for a regional startup company, Monetary Systems Inc., and is developing a unique wheel chair virtual steering system for CPD. Both irrigation projects are currently being field tested, the two exercise machines will soon be on the market, and the vehicle control project is expected to lead to the establishment of a new Utah startup company within a year, or at most two.</p>	<p>Campbell Scientific Inc. projects sales of \$5 million/year over a seven year period.</p> <ul style="list-style-type: none"> • ProForm Fitness Products Inc. projects first year sales of approximately \$40 million. • Monetary Services Inc. is a startup company with an idea for a product which has significant sales potential. CSOIS has the needed software and hardware experience to develop the product for them.

Center for Software Science

Robert R. Kessler/University of Utah/Salt Lake City, Utah

Established as a center in 1990 to establish and operate an environment for the research and development of a wide range of software systems.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
1994-95 State Contract extension	<ul style="list-style-type: none">•Operating systems•Parallel programming languages•Distributed computing•System tools•Object-oriented programming	<ul style="list-style-type: none">•Work is directed toward defining and implementing the next generation software systems for loosely coupled multi-computers.Continue to support customers for Macintosh Backup program, and have released a new version. Tech transfer office is negotiating a license. Have currently sold 101 site licenses. Continue to work on technology to help with Unix/PC integration.	<ul style="list-style-type: none">•Economic advantage continues to come in the form of jobs for the researchers working in the Center. Center has grown from a salary budget of about \$200K per year prior to becoming a Center to one of about \$800K this year, which will grow ever greater with the new ARPA grant.
Matching Funds Cumulative	\$10,500 \$6,345,393	20 0	
Center Related Jobs Industry Jobs Created			
Benefiting Utah Companies: 1994 Spin-off Companies Cum. Spin-off Companies Patents Applied Patents Issued License Agreements	0 0 1 0 1		June 30, 1994. Graduated Center status as of

Center for Value Added Seed Technology

Established center in 1991. The main focus of CVAST is to produce value-added crops using forefront plant biotechnologies and conventional plant breeding.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
1994-95 State Contract	\$70,000		<ul style="list-style-type: none"> •Conventional plant breeding of exotic wheatgrass forage and turf plants collected worldwide.
Matching Funds Cumulative	\$329,788 \$613,454		<ul style="list-style-type: none"> •Molecular genetic marker technology to move genes of interest from weedy wild grass species into commercial forage and cereal crops.
Center Related Jobs	13.3		<ul style="list-style-type: none"> •Plant tissue culture to mass produce unique agricultural, horticultural and forestry plants.
Industry Jobs Created	0		<ul style="list-style-type: none"> •Microbiology and plant physiology to develop improved methods for plant genetic engineering.
Benefiting Utah Companies: 1994 Spin-off Companies	0		<ul style="list-style-type: none"> •Microbiology and plant physiology: New tissue culture media were developed.
Cum. Spin-off Companies	0		<ul style="list-style-type: none"> •Microbiology and plant physiology: Wheat plants obtained using our genetic engineering procedures were evaluated by an outside lab and found not to contain transgenes. Withdrew patent. Further research being conducted.
Patents Applied	1		<ul style="list-style-type: none"> •Working with SBDC consultant to establish commercialization plan.
Patents Issued	0		
License Agreements	0		

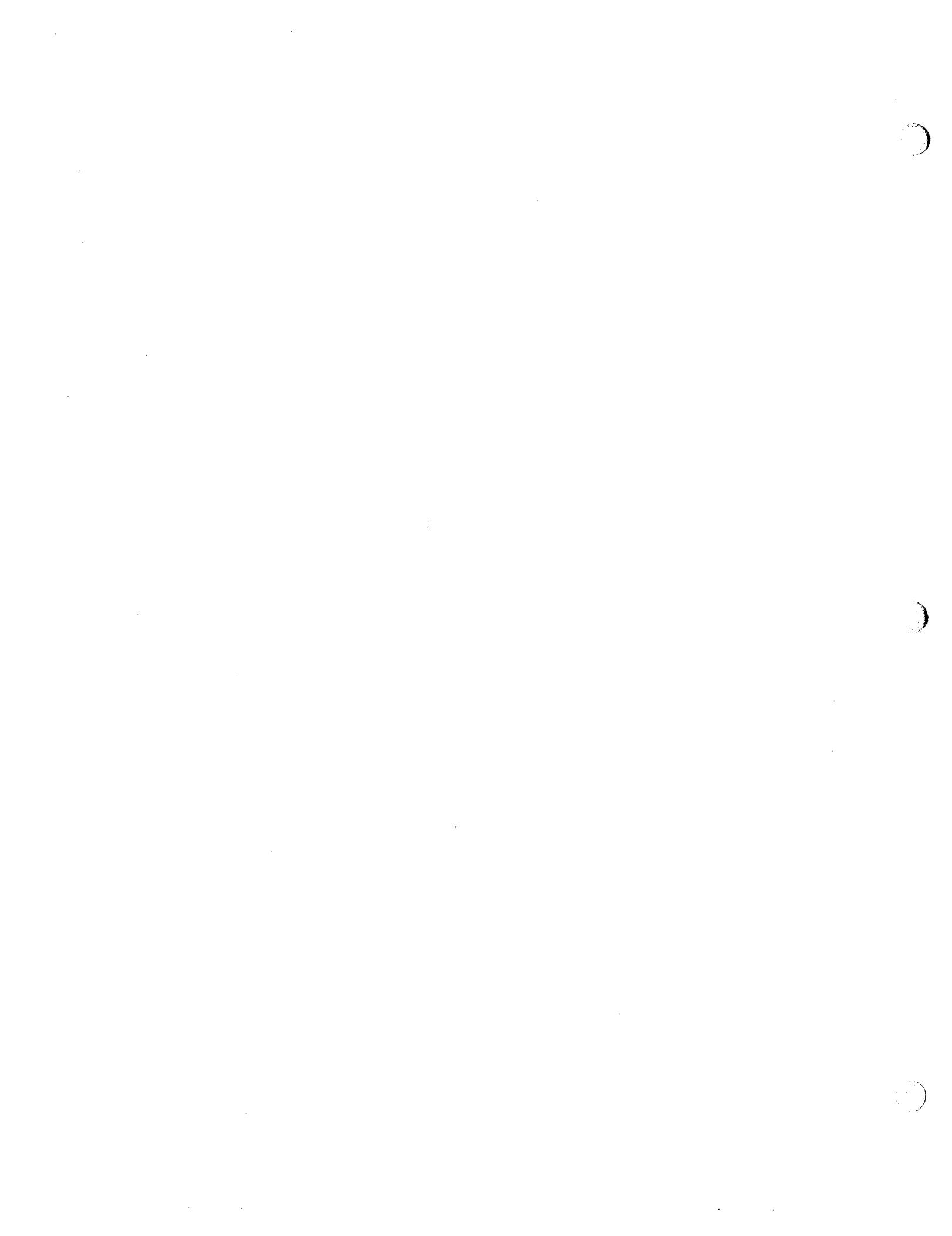
Center for 3D Computer Graphics

Eric Pedersen/Dixie College/St. George, Utah

Established in 1991 to study practical applications of computer graphics, specifically networking and 3D graphics. Consortia is formed between Art, Graphics Arts, and Computer Science departments at Dixie College. Main focus is to conduct market research on computer graphics and networking tools and then cooperate with private industry to evaluate and create products and support services that will meet market demands.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
1994-95 State Contract	\$50,000		<ul style="list-style-type: none">•The focus of our technology development is producing computer graphics products and technical support services. This is accomplished by writing software code and licensing the source code to a company, creating computer graphics products and licensing the product to a company and developing seminars and product research and support in partnership with industry.
Matching Funds Cumulative	\$125,000 \$471,431		<ul style="list-style-type: none">•The Center plans to deliver new products to five additional companies from December 1994 through the first quarter of 1995.
Center Related Jobs Industry Jobs Created	8 4		<ul style="list-style-type: none">•In March of 1993 the Center signed a final licensing agreement with Mira Imaging for \$140,000 for our source code in HyperSPACE Windows.•The Spirit of Utah Game is being sold through the Heritage Foundation.•The first product developed by the Center during our first funding year is still generating about \$120 per month and represents a 15% royalty from Strata Inc.
Benefiting Utah Companies: 1994 Spin-off Companies Cum. Spin-off Companies Patents Applied Patents Issued License Agreements	1 2 0 0 5		<ul style="list-style-type: none">•The Center delivered new products during fiscal year 93-94 to five companies.•The Center has 2 spinoff companies, Illustrative Impression and InfoWest.•Center is well known for its international seminar series.

DISTINGUISHED CENTERS



Center for Advanced Combustion Engineering Research

Distinguished Center

*Dr. L. Douglas Smoot/Brighton Young University/Provo, Utah
Dr. David Pershing/University of Utah/Salt Lake City, Utah*

Established as a center in 1986 as a joint project between BYU and the U of U. This center is working towards the clean and efficient use of low-grade fossil fuels. The development of advanced combustion technology that will take advantage of alternative low-cost fuel resources such as coal, heavy oil, oil shale and tar sands. All of these fuel sources are abundant in Utah. Received "Distinguished Center" status in 1991.

<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
	<ul style="list-style-type: none"> • Understand mechanisms of fossil-fuel combustion and pollutant and soot formation. • Understand the relationship between fuel properties and conversion. • Develop robust, reliable computer models to control and record the performance of particular combustion chambers. • Apply non-intrusive diagnostics for complex combustion systems. • Fuel structure and reaction mechanisms. • Pollutant formation/control and waste incineration. • Fuel minerals, fouling, and slagging. • Turbulent reacting fluid mechanisms and heat transfer. • Comprehensive combustion model development. • Model evaluation data and process strategies. 	<ul style="list-style-type: none"> • The Center research program consists of 43 active research projects among 163 participants focused in six thrust areas. Nineteen projects have been completed thus far, while 32 were initiated in years three through eight. • New projects have been initiated in each year. Working groups for all six thrust areas, involving 44 respected combustion professionals from companies (26), universities (11) and government labs (7) are functioning effectively. Most of the projects are fundamental and most are focused toward ACERC deliverables. 	<ul style="list-style-type: none"> • An eight-year cumulative budget and supported research effort of over \$50,364,403. • New software licenses. • New technology for center members within the state, including REI, Inc., and Geneva Steel Co. • Consulting and technical services to state companies. • A source of highly skilled graduates with expertise in fossil energy for employment in key professional jobs within the State. • New technology and new software products on which four new businesses have developed in Utah. • The indirect benefit of having one of only 21 such highly sought after national engineering centers in the state, and the only one in fossil energy, which relates so directly to the state's natural fossil resources.

Center for Biopolymers at Interfaces

Distinguished Center

Dr. Karin D. Caldwell/University of Utah, SLC, Utah

Established as a center in 1986 to increase knowledge and understanding of the interaction of proteins, nucleic acids, and cells with synthetic surfaces. This mission is important to the development of artificial organs and implants, production of contact lenses and diagnostic devices, and for biotechnological process development.
Received Distinguished Center status in 1991.

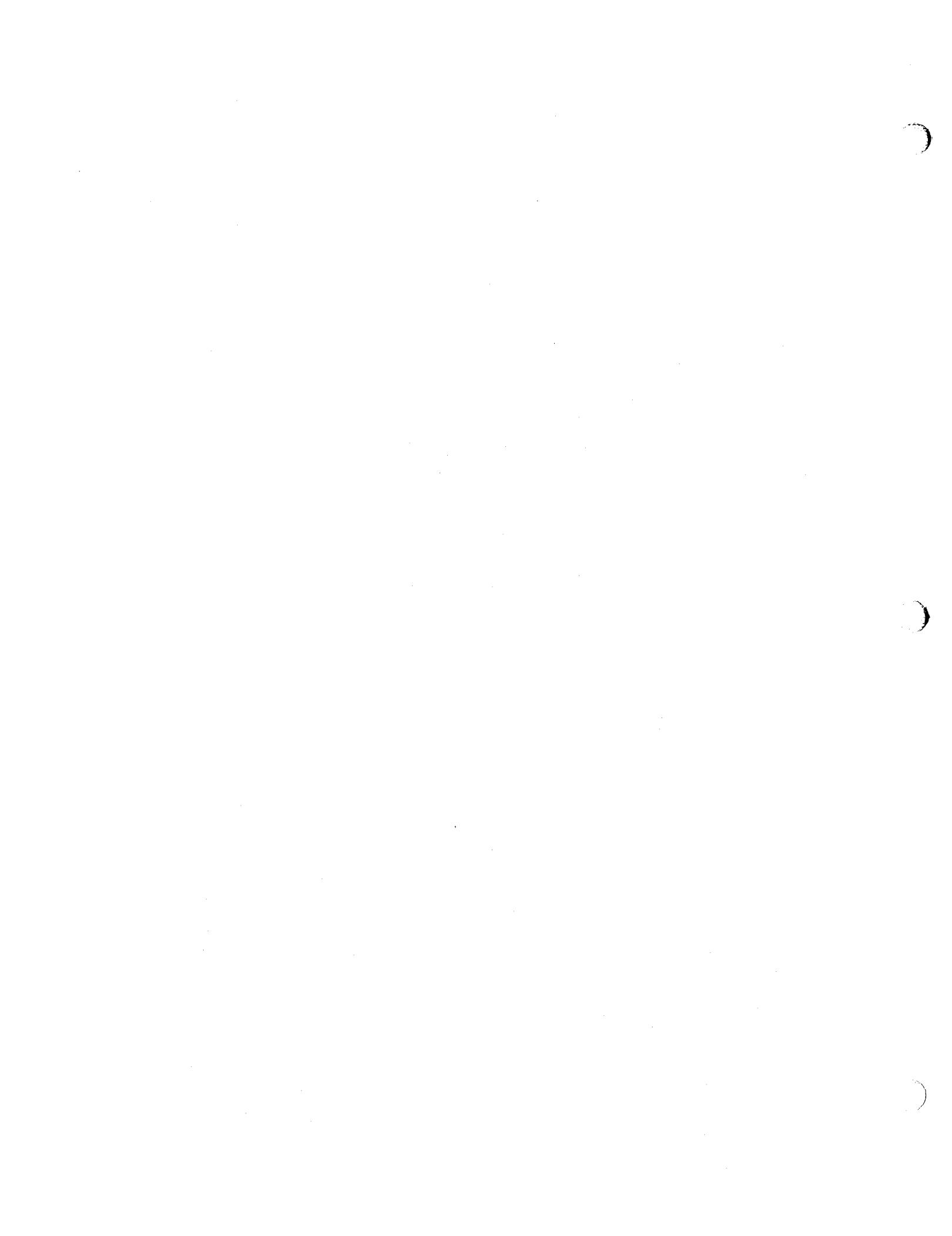
<u>Overview</u>	<u>Technologies</u>	<u>Status</u>	<u>Economic Impact</u>
1994-95 State Contract	0	<ul style="list-style-type: none"> •A large effort is devoted to the development of methods for monitoring the status (concentration/activity) of proteins absorbed or bound to surfaces. 	<ul style="list-style-type: none"> •As a Distinguished Center of Excellence, the CBI received funding for the development and marketing of specific technologies which resulted in last year's formation of a spin-off company, HCP Diagnostics. Their product line is immunosensors targeting the point-of-care testing market.
1994 Matching Funds	\$1,750,588		<ul style="list-style-type: none"> •Contracts with CIBA Vision, industrial fellowships, industrial membership dues, industrial service fees, NIH Biotech Training Grant, NIH grants to CBI faculty, NSF grants to CBI faculty, instrumentation including
Cumulative	\$8,536,731		<ul style="list-style-type: none"> support, significant fraction of the \$19.8 million allocated from Federal sources for the Biomedical Polymers Building.
Center Related Jobs	40		
Industry Jobs Created	10		
Benefiting Utah Companies:			
1994 Spin-off Companies	0		
Cum. Spin-off Companies	2		
Patents Applied	2		
Patents Issued	11		
License Agreements	8		
		<ul style="list-style-type: none"> •Efforts to commercialize this technology have been intense. •The search for a strategic partner has led to the identification of five well-established corporation with an expressed interest in a partnership with HCP Diagnostics. •Center faculty will be actively involved in the running of next summer's 69th ACS Colloid and Surface Science Symposium. •The Center made 10 new patent disclosures during the period. 	

Center for Supercritical Fluid Separations

Milton L. Lee/Bryigham Young University/Provo, Utah

Established as a center in 1986. Received "Distinguished Center" status in November 1991. The Center provides a focal point for research and development, education, and training in the area of chemical analysis where high resolution separations and high sensitivity detection are emphasized.

Overview	Technologies	Status	Economic Impact
1994-95 State Contract Matching Funds Cumulative	<ul style="list-style-type: none"> • Supercritical fluid chromatography • Supercritical fluid extraction • Radiofrequency plasma detection • Time-of-flight mass spectrometry • Column technology for capillary chromatography and electrophoresis 	<p>Supercritical fluid chromatography: Developed a new method for the group-type analysis of petroleum hydrocarbons that is based on the use of packed capillary supercritical fluid chromatography. Have transferred the technology to Dionex and are currently working out the final technical details.</p> <p>Continuing evaluation of a modifier addition module for supercritical fluid chromatography.</p>	<ul style="list-style-type: none"> • Dionex Corporation, \$1 million estimated dollar value to the state of Utah. • Sensar Corporation, \$694 thousand estimated dollar value to the state of Utah. <p>The current annual payroll for the eleven employees at Sensar is over \$540,000. Job creation is expected to be 30-50 jobs over the next three years.</p>
Center Related Jobs Industry Jobs Created	<p>17 21</p>	<p>Detection: Continuing the construction of the new vacuum system for the plasma time-of-flight mass spectrometer. Components are being machined and will be assembled and evaluated.</p>	
Benefiting Utah Companies: 1994 Spin-off Companies Cum. Spinoff companies	0 2		
Patents Applied Patents Issued License Agreements	0 9 3	<p>Note: Milton Lee received an R&D 100 Award in behalf of Sensar Corporation and the inventors at BYU for the TOF 1000 time-of-flight mass spectrometer. This award is given each year nationally for the 100 technologically most significant products developed.</p>	



PLANNING GRANTS



Utah Centers of Excellence Program
Planning Grants Summary
 Since 1986

<u>PLANNING GRANT</u>	<u>AMOUNT/RESULT</u>	<u>PLANNING GRANT</u>	<u>AMOUNT/RESULT</u>
Biotechnology	\$10,000/Center created	Information Technology	10,000/Center created
Water Information Science	10,000/no further funding	Theory & Application of Geometry	10,000/no further funding
Advanced Fossil Fuel	15,000/Center created	Environmental Technology	10,000/Center created
Advanced X-Ray	7,500/Center created	New Product Development	9,700/no further funding
Communications	10,000/Center created	Emerging Information Systems (93)	20,000/in process
Microelectronics	10,000/Center created	Magnetism in Information Tech (93)	5,000/in process
Non-Intrusive X-Ray	10,000/Center created		
Dev. Heavy Oils to Asphalt . . .	10,000/Comb. Center created		
Tar Sand Binders	15,000/Comb. Center created		
Quality and Integrity Design	10,000/Center created		
Rural Manufacturing	10,000/Center created		
Cancer Genetic Epidemiology . . .	10,000/Center created		
Artificial Heart	20,000/Center created		
Drug Discovery	10,240/no further funding		
Biomedical Separations	10,000/no further funding		
Control Systems Tech	10,000/Center created		
Integrated Science Education	10,000/Center created		
Silicon Development	10,000/no further funding		
Fuel Engineering	10,000/no further funding		
Infrastructure Design	10,000/no further funding		

Planning grants are given for exploratory research to prove the commercial viability of a technology before full center status and funding is awarded.



LEGISLATION

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"part" for "chapter" in two places.
63-62-2; inserted the subsection designations; and substituted
1992, renumbered this section, which formerly appeared as
Amendment Notes. - The 1992 amendment, effective March 13,

1986, ch. 109, 2; renumbered by L. 1992, ch. 241, 61.
History: C. 1953, 63-62-2, enacted by L. 1985, ch. 103, 2;

development programs.
(2) As used in this part, "Centres of Excellence" means
university-based, industry-supported, cooperative research and
(1) This part is known as the "Centres of Excellence Act".

9-2-602. short title - Definitions.

63-62-1, and substituted "part" for "chapter" in subsection (1).
1992, renumbered this section, which formerly appeared as
Amendment Notes. - The 1992 amendment, effective March 13,

1986, ch. 109, 1; renumbered by L. 1992, ch. 241, 60.
History: C. 1953, 63-62-1, enacted by L. 1985, ch. 103, 1;

economic development in this state.
in technologies that are considered to have potential for
interdisciplinary research in specialized Centres of Excellence
in the state. The funds made available should be used to support
on a competitive basis to the various colleges and universities
(3) The legislative structure recommends that such funds be allocated
least a two-for-one basis.

Excellence to be matched by industry and federal grants on at
the allocation of economic development funds for Centres of
(2) The legislative structure recommends that the governor consider
to provide the needed new technologies.

in matching state funds with federal funds and industry support
areas. The legislative structure recognizes that one source of funding is
encouraging interdisciplinary research activities in targeted
catalyze and enhance the growth of these technologies by
usually on a matching basis. The purpose of this part is to
states are enhancing their research base by direct funding,
those areas targeted by the state for economic development. Most
universities should be enhanced and expanded, particularly in
and university bases. These general come from strong research colleges
prototypes. These generally come from innovative
technology and new ideas, concepts, innovations, and
(1) The legislative structure recommends that the growth of new
industry and expansion of existing industry requires a strong
and universities.

9-2-601. Purpose.

